

**OVERSIGHT BOARD TO THE FORMER
COMMUNITY REDEVELOPMENT AGENCY
OF THE CITY OF COMPTON
STAFF REPORT**

DATE: FEBRUARY 26, 2015

TO: THE HONORABLE CHAIR AND BOARD MEMBERS

FROM: EXECUTIVE DIRECTOR

SUBJECT: A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY FOR THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON APPROVING TRANSFER OF CERTAIN SUCCESSOR AGENCY-OWNED PROPERTIES TO THE HOUSING SUCCESSOR AND SUBMIT SUCH RESOLUTION TO THE CALIFORNIA DEPARTMENT OF FINANCE

SUMMARY

Staff respectfully requests the Board to approve a resolution authorizing the Executive Director to transfer certain Successor Agency-owned properties to the City of Compton in accordance with Health and Safety Code 34177(g) and submit such resolution to the California Department of Finance for its review and approval.

BACKGROUND

Upon dissolution of the Redevelopment Agency on February 1, 2012 pursuant to AB X1 26, the Successor Agency to the Community Redevelopment Agency (the "Successor Agency") of the City of Compton was constituted. Pursuant to Resolution No.23464, the City Council of the City of Compton (the "City") made an election to serve as the successor agency to the former Community Redevelopment Agency of the City of Compton (the "Former Agency") under Part 1.85 (the "Successor Agency").

STATEMENT OF THE ISSUE

Historically, the former Redevelopment Agency of the City of Compton has acted on behalf of the City of Compton as the administrator of various federally funded housing programs including the Neighborhood Stabilization Program (NSP). In 2010, the City of Compton (City) received an allocation of \$3,242,281 and \$1,436,390 respectively from the U.S. Department of Housing (HUD) to acquire and rehabilitate certain foreclosed, vacant, and abandoned properties in the City under the Neighborhood Stabilization Program (NSP). Upon rehabilitation, these properties will be offered for rental or sale to qualified low income households.

Pursuant to Health and Safety Code Section 34176(a), the City Council of the City of Compton adopted Resolution No. 23,498 electing for the City to serve as the Housing Successor as well as retain the housing assets and functions previously performed by the former Community Redevelopment Agency. Health and Safety Code Section 34177(g) directs the Successor Agency to effectuate transfer of housing functions and assets to the appropriate entity designated pursuant to Health and Safety Code Section 34176, being the Housing Successor, and Health and Safety Code Section 34181(c) provides that the oversight board of the Successor Agency (the "Oversight Board") shall direct the Successor Agency to transfer housing assets pursuant to Health and Safety Code Section 34176.

As of this date, the Successor Agency has utilized HUD funds in the amount of \$1,097,000 to acquire and rehab certain parcels located at 135 E. Caldwell Ave., 110 N. Bradfield Ave., 1404 W. 130th. Street in Compton to provide affordable housing to qualified households. In accordance Health and Safety Code Section 34177(g) the Successor Agency is requesting that the Successor Agency properties located at 135 E. Caldwell Ave., 110 N. Bradfield Ave., 1404 W. 130th. Street in Compton be transferred to the City of Compton, given that subject properties are HUD funded properties acquired..

FISCAL IMPACT

There is no negative impact on the City of Compton or any affecting taxing entities resulting from this transaction.

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RECOMMENDATION

That the Board adopts the attached resolution approving the transfer of certain properties located at 135 E. Caldwell Ave., 110 N. Bradfield Ave., 1404 W. 130th. Street in Compton to the Housing Successor in accordance with Health and Safety Code Section 34177(g).

DR. KOFI SEFA-BOAKYE
MANAGER

JOHNNY FORD
EXECUTIVE DIRECTOR

RESOLUTION NO. _____

A RESOLUTION OF THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY FOR THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF COMPTON APPROVING TRANSFER OF CERTAIN AGENCY-OWNED PROPERTIES TO THE HOUSING SUCCESSOR AND SUBMIT SUCH RESOLUTION TO THE CALIFORNIA DEPARTMENT OF FINANCE

WHEREAS, AB X1 26 and AB 1484 made certain changes to the Community Redevelopment Law (Part 1 (commencing with Section 33000) of Division 24 of the California Health and Safety Code), including adding Part 1.8 (commencing with Section 34161) and Part 1.85 (commencing with Section 34170) (“Part 1.85”); and.

WHEREAS, the City Council of the City of Compton (the “City”) made an election to serve as the successor agency for the Community Redevelopment Agency of the City of Compton (the “Former Agency”) under Part 1.85 (the “Successor Agency”); and

WHEREAS, historically, the former Redevelopment Agency of the City of Compton has acted on behalf of the City as the administrator of various federally funded housing programs including the Neighborhood Stabilization Program (NSP).; and

WHEREAS, the City of Compton received an allocation of \$3,242,281 and \$1,436,390 respectively from the U.S. Department of Housing and Urban Development (HUD) under the Neighborhood Stabilization Program (NSP) to acquire and redevelop foreclosed, vacant, and abandoned properties. Upon rehabilitation, these homes are offered at affordable prices to qualified households; and

WHEREAS, the Successor Agency acting on behalf of the City utilized portion of the HUD funds to acquire and rehabilitate certain parcels located at 135 E. Caldwell Ave., 110 N. Bradfield Ave., Compton, 1404 W. 130th. Street, Compton; and

WHEREAS, Health and Safety Code Section 34177(g) directs the Successor Agency to effectuate transfer of housing functions and assets to the appropriate entity designated pursuant to Health and Safety Code Section 34176, being the Housing Successor, and Health and Safety Code Section 34181(c) provides that the oversight board of the Successor Agency (the “Oversight Board”) shall direct the Successor Agency to transfer housing assets pursuant to Health and Safety Code Section 34176.

WHEREAS, the Successor Agency is requesting authorization to transfer the HUD funded properties located at 135 E. Caldwell Ave., 110 N. Bradfield Ave., Compton, 1404 W. 130th. Street, Compton to the City of Compton to facilitate implementation of the NSP in accordance with HUD guidelines; and

WHEREAS, DOF approval is required to consummate the transfer of the subject properties to the City of Compton.

NOW, THEREFORE, THE OVERSIGHT BOARD TO THE SUCCESSOR AGENCY OF THE CITY OF COMPTON HEREBY FINDS, DETERMINES, RESOLVE, AND ORDERS AS FOLLOWS:

SECTION 1. That the Oversight Board for the Successor Agency adopt a resolution approving the transfer of certain agency owned properties to the City of Compton and submit such resolution to the California Department of Finance for its review and approval.

SECTION 2. That the officers and staff of the Successor Agency are hereby authorized and directed, jointly and severally, to do any and all things which they may deem necessary or advisable to effectuate this Resolution.

ADOPTED this ____ day of _____, 2015.

**CHAIRPERSON OF THE OVERSIGHT BOARD
TO THE SUCCESSOR AGENCY TO THE
COMMUNITY REDEVELOPMENT
AGENCY OF THE CITY OF COMPTON**

ATTEST:

**ESTEVAN PADILLA,
SECRETARY TO THE OVERSIGHT BOARD
TO THE SUCCESSOR AGENCY TO THE
COMMUNITY REDEVELOPMENT
AGENCY OF THE CITY OF COMPTON**

STATE OF CALIFORNIA
COUNTY OF LOS ANGELES
CITY OF COMPTON: ss

I, Estevan Padilla, Secretary to the Oversight Board to the Successor Agency to the Community Redevelopment Agency of the City of Compton, hereby certify that the foregoing resolution was adopted by the Board, signed by the Chairperson, and attested by the Secretary at the regular meeting thereof held on the ____ day of _____, 2015.

That said resolution was adopted by the following vote, to wit:

AYES: BOARD MEMBERS -
NOES: BOARD MEMBERS -
ABSENT: BOARD MEMBERS -

**ESTEVAN PADILLA,
SECRETARY TO THE OVERSIGHT BOARD
TO THE SUCCESSOR AGENCY TO THE
COMMUNITY REDEVELOPMENT
AGENCY OF THE CITY OF COMPTON**